

# State of Tennessee

## **PUBLIC CHAPTER NO. 245**

#### **HOUSE BILL NO. 1216**

## By Mr. Speaker Sexton and Representative Travis

Substituted for: Senate Bill No. 1510

#### By Senator Bailey

AN ACT to amend Tennessee Code Annotated, Title 29, Chapter 20 and Title 67, Chapter 5, relative to property purchased by a county at a tax sale.

### BE IT ENACTED BY THE GENERAL ASSEMBLY OF THE STATE OF TENNESSEE:

SECTION 1. Tennessee Code Annotated, Section 67-5-2505, is amended by deleting the section and substituting instead:

- (a) Whenever a county acquires property at a tax sale, a nongovernmental entity holding a vested and duly recorded contractual right to the payment of fees or assessments secured by such property retains such right; provided, that the nongovernmental entity may only enforce such contractual rights against the county through the exercise of its lien rights against the property.
- (b) Notwithstanding subsection (a), a county is liable for the payment of the fees and assessments described in subsection (a) if the county makes actual use of the property purchased at the tax sale.
- (c) This section applies only in counties having populations according to the 2020 federal census or a subsequent federal census of:

not less than	nor more than
25,400	25,500
61,100	61,200

SECTION 2. This act takes effect upon becoming a law, the public welfare requiring it.

HO	USE	<b>BILL</b>	NO.	1216

PASSED:	March 30,	2023

CAMERON SEXTON, SPEAKER HOUSE OF REPRESENTATIVES

RANDY MCNALLY SPEAKER OF THE SENATI

APPROVED this 25th day of April 2023

BILL LEE, GOVERNOR